



**STATE OF TENNESSEE
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATE CAPITOL
NASHVILLE, TENNESSEE 37243-0285**

**DAVE GOETZ
COMMISSIONER**

FOR IMMEDIATE RELEASE
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NOVEMBER REVENUES

NASHVILLE - Finance and Administration Commissioner Dave Goetz reported today that overall November revenues were \$819.7 million or 8.81 % over November 2006 collections.

"We're glad to see corporate taxes above projections for the first time since August - and tobacco tax collections are leveling, as we thought they would," Goetz said. "Even though sales tax collections for this month are above November last year, we still have to be cautiously optimistic moving forward."

On an accrual basis, November is the fourth month in the 2007-2008 fiscal year.

November collections were \$9.5 million more than the budgeted estimate. The general fund was over collected by \$10.1 million and the four other funds were under collected by \$600,000.

Sales tax collections were \$15.0 million less than the estimate for November. The November growth rate was 4.41 %.

Franchise and excise taxes combined were \$39.8 million above the budgeted estimate of \$42.2 million.

Gasoline and motor fuel collections increased by 4.49% and they were \$558,000 below the budgeted estimate of \$72.9 million.

Tobacco tax collections were \$4.2 million below the budgeted estimate of \$30.8 million.

Inheritance taxes were under collected by \$6.7 million.

Year-to date collections for four months were \$126.4 million less than the budgeted estimate. The general fund was under collected by \$135.2 million and the four other funds were over collected by \$8.8 million.

The budgeted revenue estimates are based on the State Funding Board's consensus recommendation adopted by the first session of the 105th General Assembly in June of 2007.

<p align="center">REVENUE COLLECTIONS NOVEMBER, 2007, AND 4 MONTHS YEAR-TO-DATE</p>
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November Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$662,295,000	\$672,440,000	\$10,145,000
Highway Fund	56,460,000	56,745,000	285,000
Sinking Fund	26,548,000	26,426,000	(122,000)
City & County Fund	62,344,000	61,537,000	(807,000)
Earmarked Fund	2,574,000	2,594,000	20,000
Total	\$810,221,000	\$819,742,000	\$9,521,000

Year-To-Date Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$2,924,600,000	\$2,789,438,000	(\$135,162,000)
Highway Fund	229,558,000	233,716,000	4,158,000
Sinking Fund	106,573,000	106,114,000	(459,000)
City & County Fund	250,777,000	255,774,000	4,997,000
Earmarked Fund	11,366,000	11,473,000	107,000
Total	\$3,522,874,000	\$3,396,515,000	(\$126,359,000)

Table 1
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	November			
	2006	2007	Change	Percent
Franchise & Excise	\$48,642,000	\$81,954,000	\$33,312,000	68.48%
Income	479,000	701,000	222,000	46.35%
Inheritance & Estate	14,119,000	5,175,000	-8,944,000	-63.35%
Gasoline	47,644,000	50,778,000	3,134,000	6.58%
Petroleum Special	5,395,000	5,543,000	148,000	2.74%
Tobacco	10,703,000	26,590,000	15,887,000	148.44%
Beer	1,537,000	1,613,000	76,000	4.94%
Motor Vehicle Registration	17,001,000	18,112,000	1,111,000	6.53%
Motor Vehicle Title	787,000	799,000	12,000	1.52%
Mixed Drink	4,390,000	4,595,000	205,000	4.67%
Business	980,000	913,000	-67,000	-6.84%
Privilege	24,968,000	21,544,000	-3,424,000	-13.71%
Gross Receipts	(84,000)	26,000	110,000	NA
TVA - In Lieu of Tax Payments	21,115,000	22,011,000	896,000	4.24%
Alcoholic Beverage	3,429,000	3,685,000	256,000	7.47%
Sales and Use	535,752,000	559,374,000	23,622,000	4.41%
Motor Vehicle Fuel	16,209,000	16,035,000	-174,000	-1.07%
Severance	109,000	151,000	42,000	38.53%
Coin-operated Amusement	4,000	6,000	2,000	50.00%
Unauthorized Substance	167,000	137,000	-30,000	-17.96%
Total	\$753,346,000	\$819,742,000	\$66,396,000	8.81%

Table 2
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	August - November			
	2006-2007	2007-2008	Change	Percent
Franchise & Excise	\$343,434,000	\$362,508,000	\$19,074,000	5.55%
Income	7,888,000	8,317,000	429,000	5.44%
Inheritance & Estate	41,099,000	29,054,000	-12,045,000	-29.31%
Gasoline	201,144,000	212,419,000	11,275,000	5.61%
Petroleum Special	21,709,000	22,488,000	779,000	3.59%
Tobacco	42,114,000	88,119,000	46,005,000	109.24%
Beer	6,327,000	6,731,000	404,000	6.39%
Motor Vehicle Registration	77,252,000	77,051,000	-201,000	-0.26%
Motor Vehicle Title	3,724,000	3,685,000	-39,000	-1.05%
Mixed Drink	17,094,000	18,140,000	1,046,000	6.12%
Business	6,751,000	6,910,000	159,000	2.36%
Privilege	99,600,000	96,804,000	-2,796,000	-2.81%
Gross Receipts	14,130,000	14,105,000	-25,000	-0.18%
TVA - In Lieu of Tax Payments	78,562,000	94,240,000	15,678,000	19.96%
Alcoholic Beverage	12,732,000	13,511,000	779,000	6.12%
Sales and Use	2,211,889,000	2,278,996,000	67,107,000	3.03%
Motor Vehicle Fuel	64,504,000	61,821,000	-2,683,000	-4.16%
Severance	449,000	705,000	256,000	57.02%
Coin-operated Amusement	68,000	46,000	-22,000	-32.35%
Unauthorized Substance	578,000	865,000	287,000	49.65%
Total	\$3,251,048,000	\$3,396,515,000	\$145,467,000	4.47%

Table 3
August - November Revenue Overcollections/(Undercollections)
Budgeted Estimate

	General Fund	Other Funds	Total
Sales Tax	\$ (51,900,000)	\$ (2,500,000)	\$ (54,400,000)
Income Tax	300,000	200,000	500,000
Inheritance Tax	(6,000,000)	0	(6,000,000)
Privilege Tax	(12,400,000)	100,000	(12,300,000)
Business Tax	700,000	0	700,000
TVA	4,800,000	3,400,000	8,200,000
Gross Receipts	(400,000)	0	(400,000)
Gasoline & Motor Fuel Taxes	200,000	5,300,000	5,500,000
Motor Vehicle Registration	500,000	1,600,000	2,100,000
Other Taxes	(33,200,000)	700,000	(32,500,000)
Sub-Total	\$ (97,400,000)	\$ 8,800,000	\$ (88,600,000)
F & E Taxes	(37,800,000)	0	(37,800,000)
Total	\$ (135,200,000)	\$ 8,800,000	\$ (126,400,000)